12

NEULIVED

2006 JUL 17 P 2: 39

AZ CORP COMMISSION DOCUMENT CONTROL

**EXCEPTION** EXCEPTIONS TO PROPOSED ORDER

OPEN MEETING AGENDA ITEM

Date:

July 17, 2006

Docket No.: W-02089A-06-0041

Bradshaw Mountain View Water Company

PO Box 10593 Sedona, AZ 86339

We have reviewed the Staff Report for Bradshaw Mountain View Water Company ("BMVWCO") dated June 26, 2006, and the recommended Opinion and Order of Administrative Law Judge Mark Stern dated July 6, 2006. They are recommending that the Arizona Corporation Commission approve rates of \$16 per month for a 5/8 by 3/4-inch meter, and \$18 per month for a 3/4-inch meter at the July 25, 2006 Open Meeting.

Although we are in agreement with Staff and Mr. Stern on most of the items pertaining to the rate case, BMVWCO is requesting that the monthly charges for the 5/8 by 3/4-inch meter, and the 3/4-inch meter size be the same amount. Based on the revenue requirement determined by Staff, both of these meter sizes could be \$17 per month to generate the necessary revenue.

The area that BMVWCO serves is a rural area without fire hydrants, and the fire flow requirements for homes with fire sprinklers is more than a 5/8-inch meter will provide. Therefore, we have standardized 3/4-inch meters for this system, and all new meters installed are 3/4-inch. In the past, the Commission has often approved rates that are generally the same for both of these sized meters, and we request that it is approved for this case.

Attached is a schedule of current and amended Staff proposed rates, with the 5/8 by 3/4-inch meter and the 3/4-inch meter changed to \$17.00 per month.

Thank you for your consideration.

President

Arizona Corporation Commission

DOCKETED

JUL 1 7 2006

**DOCKETED BY** 

Company Name:	Test Year Ended:
Bradshaw Mountain View Water Company	3/31/2005

## **CURRENT AND PROPOSED RATES AND CHARGES**

CUSTOMER CLASS:	Residential	Commercia	l Industrial
	Irrigation	All	Other, specify

MINIMUM OR SERVICE CHARGES	\$	GAL

2" Meter

5/8" x 3/4" Meter
3/4" Meter
1" Meter
1-1/2" Meter

•	3" Meter
	4" Meter
	6" Meter

CURRENT RATES	3

\$	GALLONS	
15.00	for	2,000
16.70	for	2,000
20.87	for	2,000
25.05	for	2,000
33.40	for	2,000
66.80	for	2,000
	N/A	
	N/A	

## PROPOSED RATES

\$	GALLONS	
17.00	for	0
17.00	for	0
32.00	for	0
50.10	for	0
66.80	for	0
130.00	for	0
203.13	for	0
406.25	for	0

G	ALLONS IN EXCESS OF
	MINIMUM
	Commodity Charge in
	Excess of Minimum
((	Charge Per 1,000 Gallons)
	First Tier
	Second Tier
	Third Tier
	FLATRATE

Rate	Gallons
\$2.50	per 1,000 for all
\$	to
\$	Over
\$	Per Month

## **Proposed Rates**

Rate	Gallons	
\$1.63	3 Up to 3,000	
\$2.45 for	r 3,000 to 10,000	
\$2.94 Over 10,000		
\$	Per Month	

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.